

Family ECE Contribution as a Percentage of Family Income Under the CCFAP Structure

Updated Charts using 2023 FPL

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March 14, 2023



How does a family's contribution change as income relative to the Federal Poverty Level changes?

- Vermont's Child Care Financial Assistance Program (CCFAP) expects families with income above 150% of the Federal Poverty Level (FPL) to pay some or all Early Care and Education (ECE) tuition
- Families with income up to 150% of FPL now have no co-pay
 - Families with income just above 150% FPL up to 175% FPL pay \$25/week
 - Families with income just above 175% FPL up to 200% FPL pay \$50/week
 - And so on
- The CCFAP subsidy currently ends at 350% of FPL
- The CCFAP reimbursement rate for 5-star ECE center-based care in FY 2023 is capped at \$17,250 (an average of infant, toddler, and preschool amounts)



Child Care Financial Assistance State's Capped Rates

Effective July 3, 2022

The State's capped rates are the maximum amount the State will pay to a child care provider on behalf of a family receiving child care financial assistance. The State will pay the lesser of the two: up to the provider's rate or the State's capped rate. To receive the maximum amount the State pays, a child care provider may need to increase their rates. For more detailed information about payments, which includes examples, please see our [fact sheet](#).

Licensed Care		1 STAR	2 STARS	3 STARS	4 STARS	5 STARS
Infant	Full-Time	\$290	\$297	\$300	\$314	\$349
	Part-Time	\$159	\$163	\$165	\$172	\$191
	Extended Time	\$394	\$403	\$408	\$427	\$474
Toddler	Full-Time	\$280	\$281	\$289	\$306	\$328
	Part-Time	\$154	\$156	\$159	\$168	\$180
	Extended Time	\$380	\$382	\$393	\$416	\$446
Preschool	Full-Time	\$275	\$280	\$288	\$300	\$325
	Part-Time	\$151	\$154	\$158	\$165	\$178
	Extended Time	\$374	\$380	\$391	\$408	\$442
School Age	Full-Time	\$225	\$231	\$245	\$250	\$275
	Part-Time	\$123	\$127	\$134	\$137	\$151
	Extended Time	\$306	\$314	\$333	\$340	\$374

Registered Home		1 STAR	2 STARS	3 STARS	4 STARS	5 STARS
Infant	Full-Time	\$200	\$203	\$207	\$210	\$225
	Part-Time	\$110	\$111	\$113	\$115	\$123
	Extended Time	\$272	\$276	\$281	\$288	\$306
Toddler	Full-Time	\$198	\$200	\$204	\$208	\$211
	Part-Time	\$108	\$110	\$112	\$114	\$116
	Extended Time	\$269	\$272	\$277	\$285	\$286
Preschool	Full-Time	\$190	\$195	\$200	\$205	\$210
	Part-Time	\$104	\$107	\$110	\$112	\$115
	Extended Time	\$258	\$265	\$272	\$278	\$285
School Age	Full-Time	\$185	\$190	\$195	\$198	\$200
	Part-Time	\$101	\$104	\$107	\$108	\$110
	Extended Time	\$251	\$258	\$265	\$267	\$272

Important Definitions

Authorized Hours of Care:

- Full-Time Weekly – 26 to 50 hours a week
- Part-Time Weekly – 1 to 25 hours a week
- Extended Time – more than 50 hours a week

Child's Age

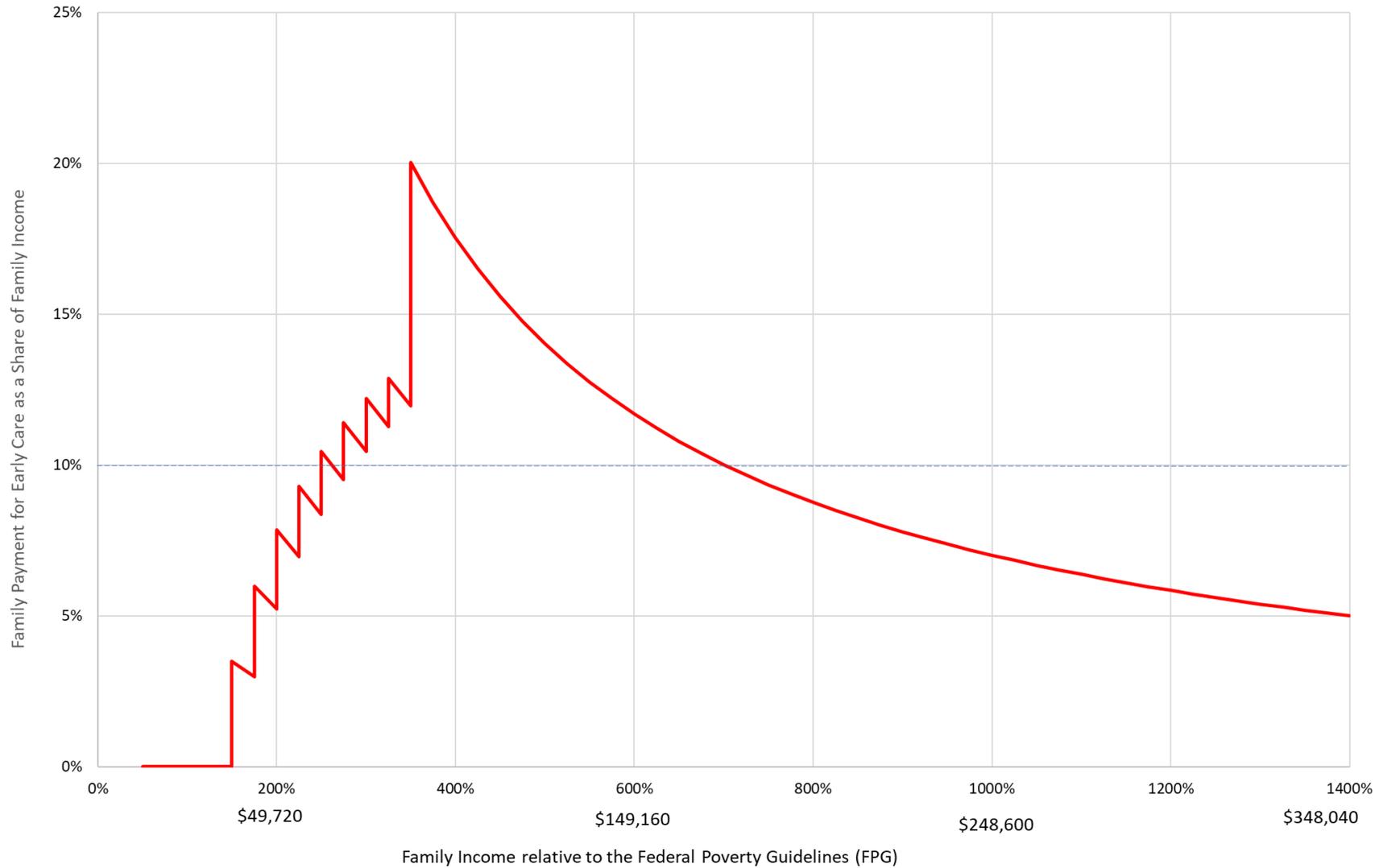
- Infant – birth up to 24 months old
- Toddler – 2 up to 3 years old
- Preschool – 3 up to 5 years old
- School Age – 5 up to 12 years old (19 if child has special needs)



Share of Family Income for Early Care at \$17,430*/yr when CCFAP is \$25/wk up to 350%

*CCFAP capped rate at 5-star centers; Family of three, One child in care; 100% FPG = \$24,860: 2023

Status Quo



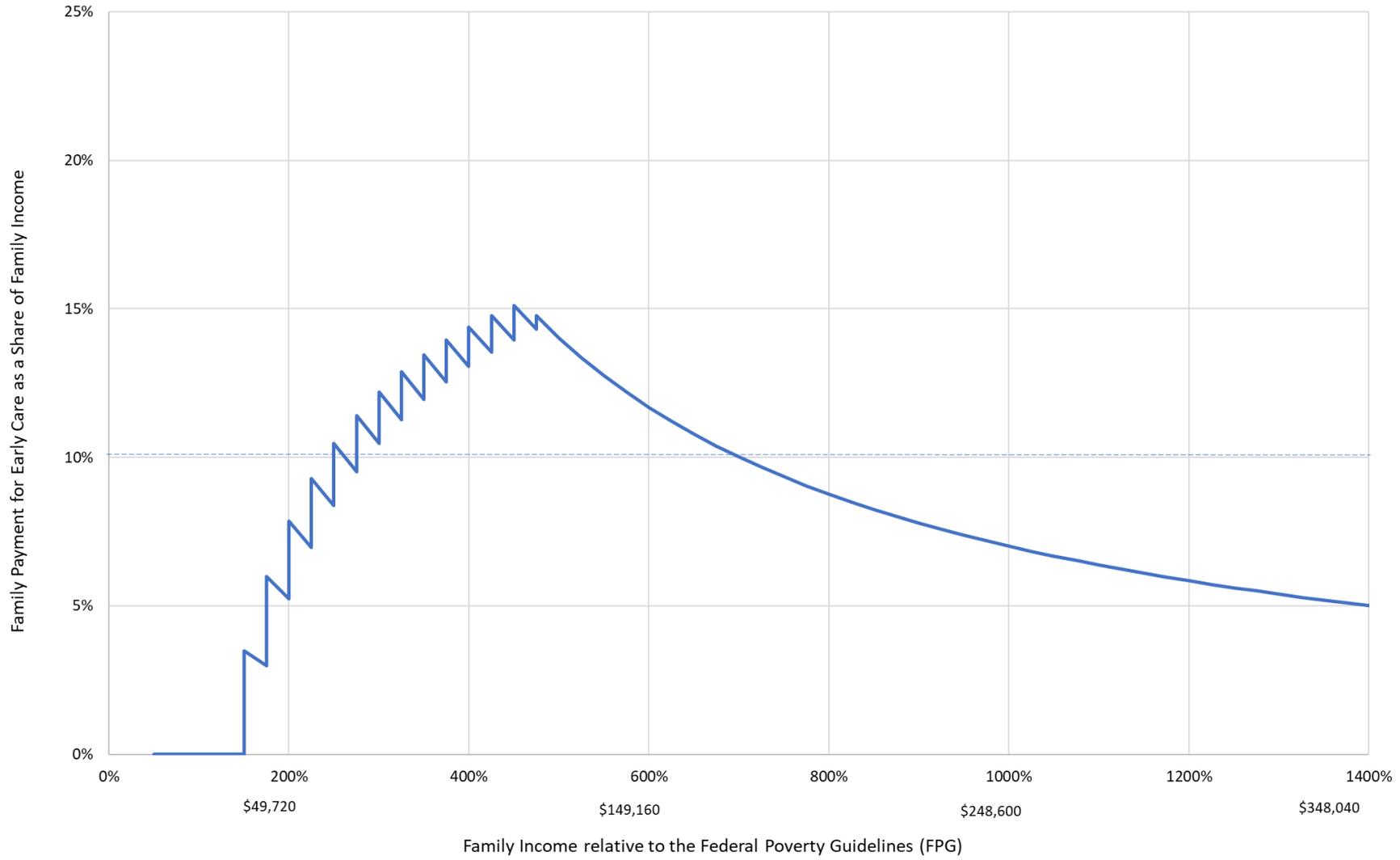
Sources: Federal poverty guidelines, HHS; Vermont Dept. of Children and Families; RAND Report; JFO analysis

JFO/jm; Mar.4, 2023



Share of Family Income for Early Care at \$17,430*/yr when CCFAP is \$25/wk up to 475%

*CCFAP capped rate at 5-star centers; Family of 3, One child in care; 100% FPG = \$24,860: 2023



Sources: Federal poverty guidelines, HHS; Vermont Dept. of Children and Families; RAND Report; JFO analysis

JFO/jm; Mar.4, 2023



Family Payment for Early Care as a Share of Family Income - Status Quo CCFAP

JFO/jm; Mar 4, 2023

Family Size = 3, one child in care; 2023 FPL

Average cost of care \$17,430 = CCFAP capped rate at 5-star centers in FY 2023

Panel 1		CCFAP at \$25 per week at multiples of FPL, stop at 350%										
CCFAP multiple		1	3	5	7	9	11	13	15	17	19	
% of PFL		100%	150%	200%	250%	300%	350%	400%	450%	500%	550%	600%
Fam. Inc.		\$24,860	\$37,290	\$49,720	\$62,150	\$74,580	\$87,010	\$99,440	\$111,870	\$124,300	\$136,730	\$149,160
Fam. Inc. + \$1	\$	24,861	\$ 37,291	\$ 49,721	\$ 62,151	\$ 74,581	\$ 87,011	\$ 99,441	\$ 111,871	\$ 124,301	\$ 136,731	\$ 149,161
Fam. Pymt.	\$	-	\$ 1,300	\$ 3,900	\$ 6,500	\$ 9,100	\$ 17,430	\$ 17,430	\$ 17,430	\$ 17,430	\$ 17,430	\$ 17,430
Fam. Pymt. As												
Share of Inc.		0%	3.5%	7.8%	10.5%	12.2%	20.0%	17.5%	15.6%	14.0%	12.7%	11.7%

Panel 2		CCFAP at \$25 per week at multiples of FPL, stop at 400%										
		100%	150%	200%	250%	300%	350%	400%	450%	500%	550%	600%
Fam. Pymt.	\$	-	\$ 1,300	\$ 3,900	\$ 6,500	\$ 9,100	\$ 11,700	\$ 17,430	\$ 17,430	\$ 17,430	\$ 17,430	\$ 17,430
Fam. Pymt. As												
Share of Inc.		0%	3.5%	7.8%	10.5%	12.2%	13.4%	17.5%	15.6%	14.0%	12.7%	11.7%



Family Payment for Early Care as a Share of Family Income - Status Quo CCFAP

JFO/jm; Mar 4, 2023

Family Size = 3, one child in care; 2023 FPL

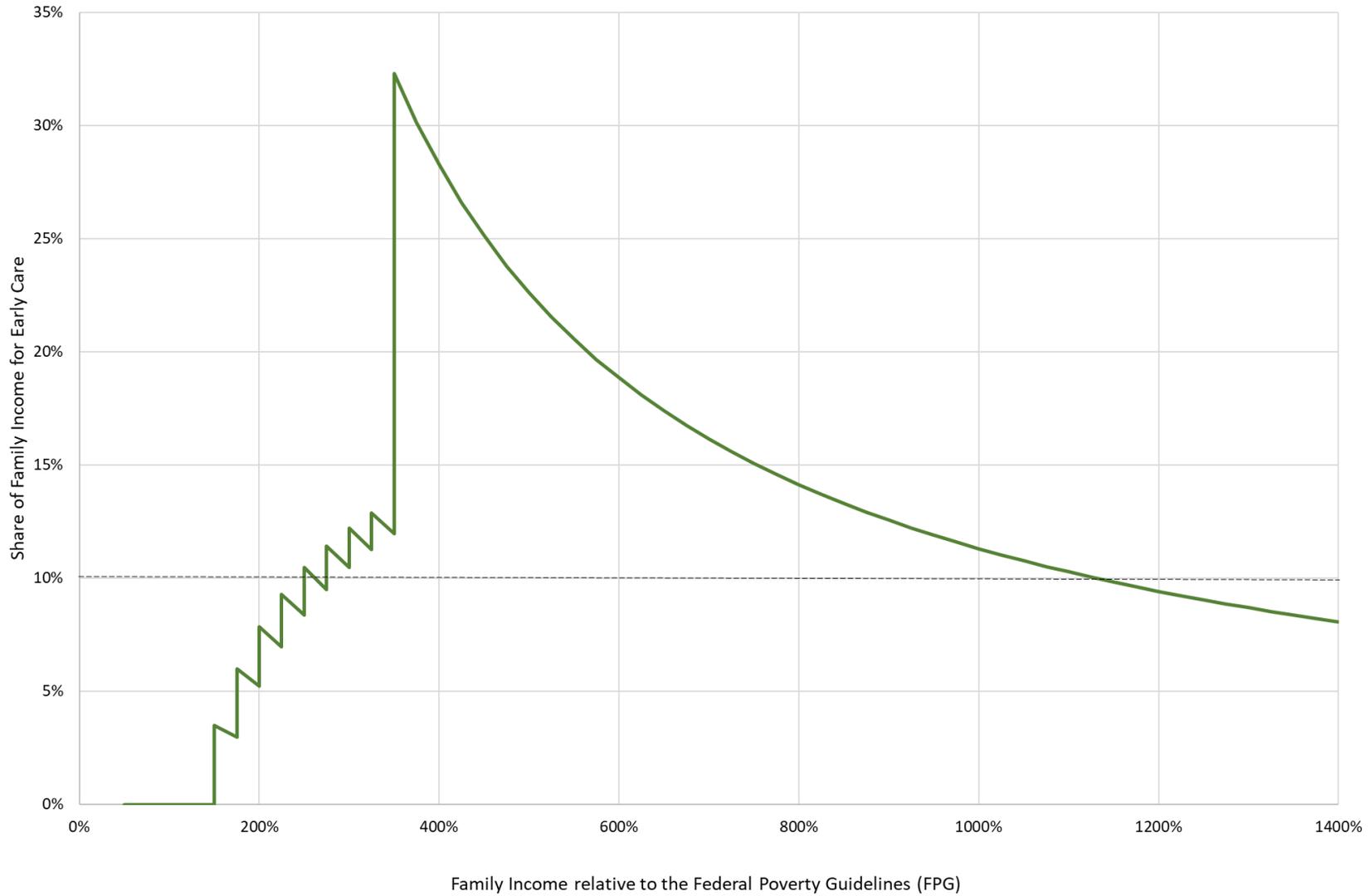
Average cost of care \$17,430 = CCFAP capped rate at 5-star centers in FY 2023

Panel 3		CCFAP at \$25 per week at multiples of FPL, stop at 450%										
		100%	150%	200%	250%	300%	350%	400%	450%	500%	550%	600%
Fam. Pymt.	\$	-	\$ 1,300	\$ 3,900	\$ 6,500	\$ 9,100	\$ 11,700	\$ 14,300	\$ 17,430	\$ 17,430	\$ 17,430	\$ 17,430
Fam. Pymt. As												
Share of Inc.		0%	3.5%	7.8%	10.5%	12.2%	13.4%	14.4%	15.6%	14.0%	12.7%	11.7%

Panel 4		CCFAP at \$25 per week at multiples of FPL, stop at 500%										
		100%	150%	200%	250%	300%	350%	400%	450%	500%	550%	600%
Fam. Pymt.	\$	-	\$ 1,300	\$ 3,900	\$ 6,500	\$ 9,100	\$ 11,700	\$ 14,300	\$ 16,900	\$ 17,430	\$ 17,430	\$ 17,430
Fam. Pymt. As												
Share of Inc.		0%	3.5%	7.8%	10.5%	12.2%	13.4%	14.4%	15.1%	14.0%	12.7%	11.7%



Share of Family Income for Early Care at \$28,100*/yr when CCFAP is \$25/wk up to 350%
*Weighted average, high-quality cost at ECE centers; Family of 3, One child in care; 100% FPG = \$24,860: 2023

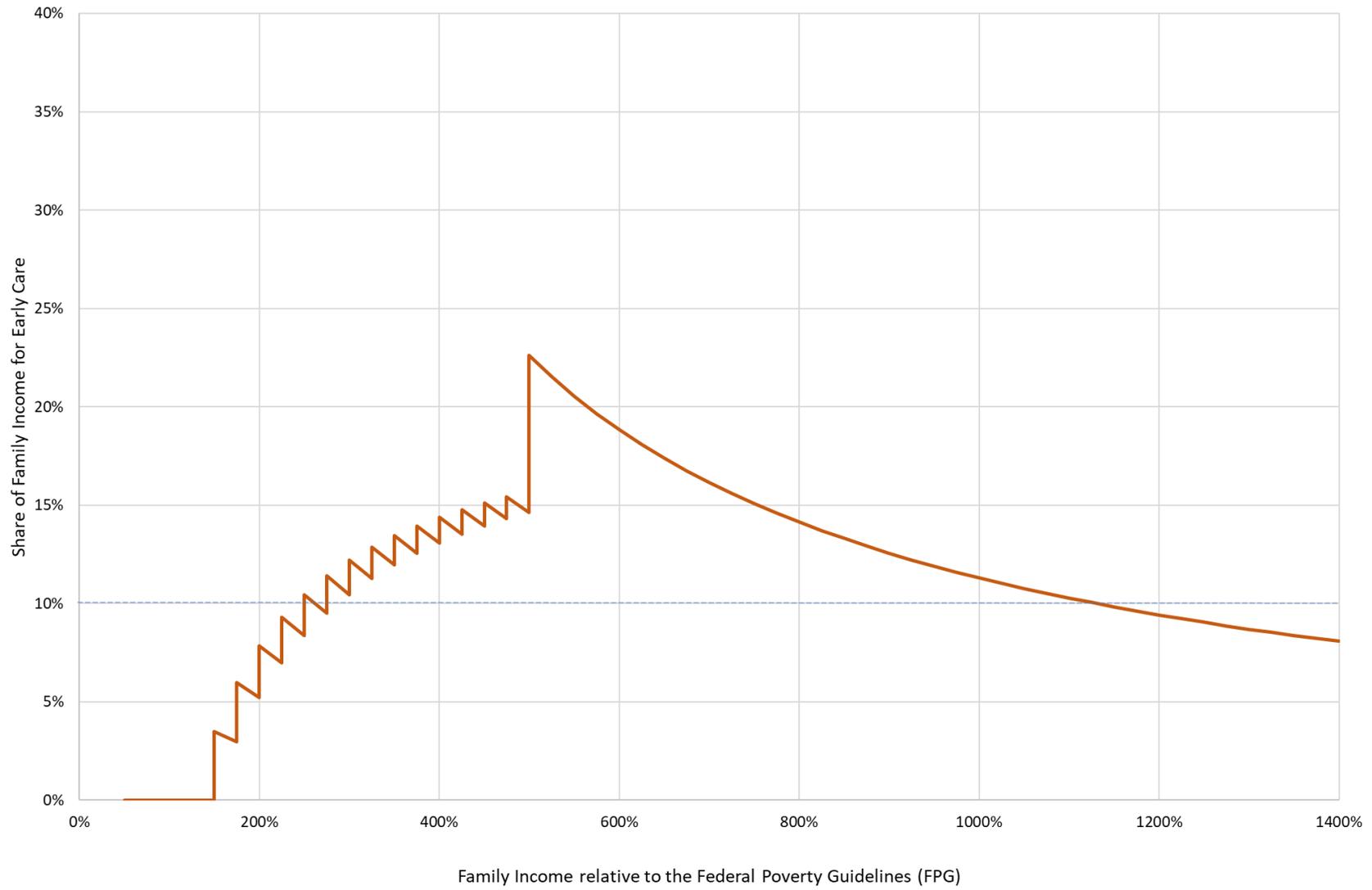


Sources: Federal poverty guidelines, HHS; Vermont Department of Children and Families; RAND Report; JFO analysis

JFO/jm; Mar. 4, 2023



Share of Family Income for Early Care at \$28,100*/yr when CCFAP is \$25/wk up to 500%
*Weighted average, high-quality cost at ECE centers; Family of 3, One child in care; 100% FPG = \$24,860: 2023



Sources: Federal poverty guidelines, HHS; Vermont Department of Children and Families; RAND Report; JFO analysis

JFO/jm; Mar. 4, 2023



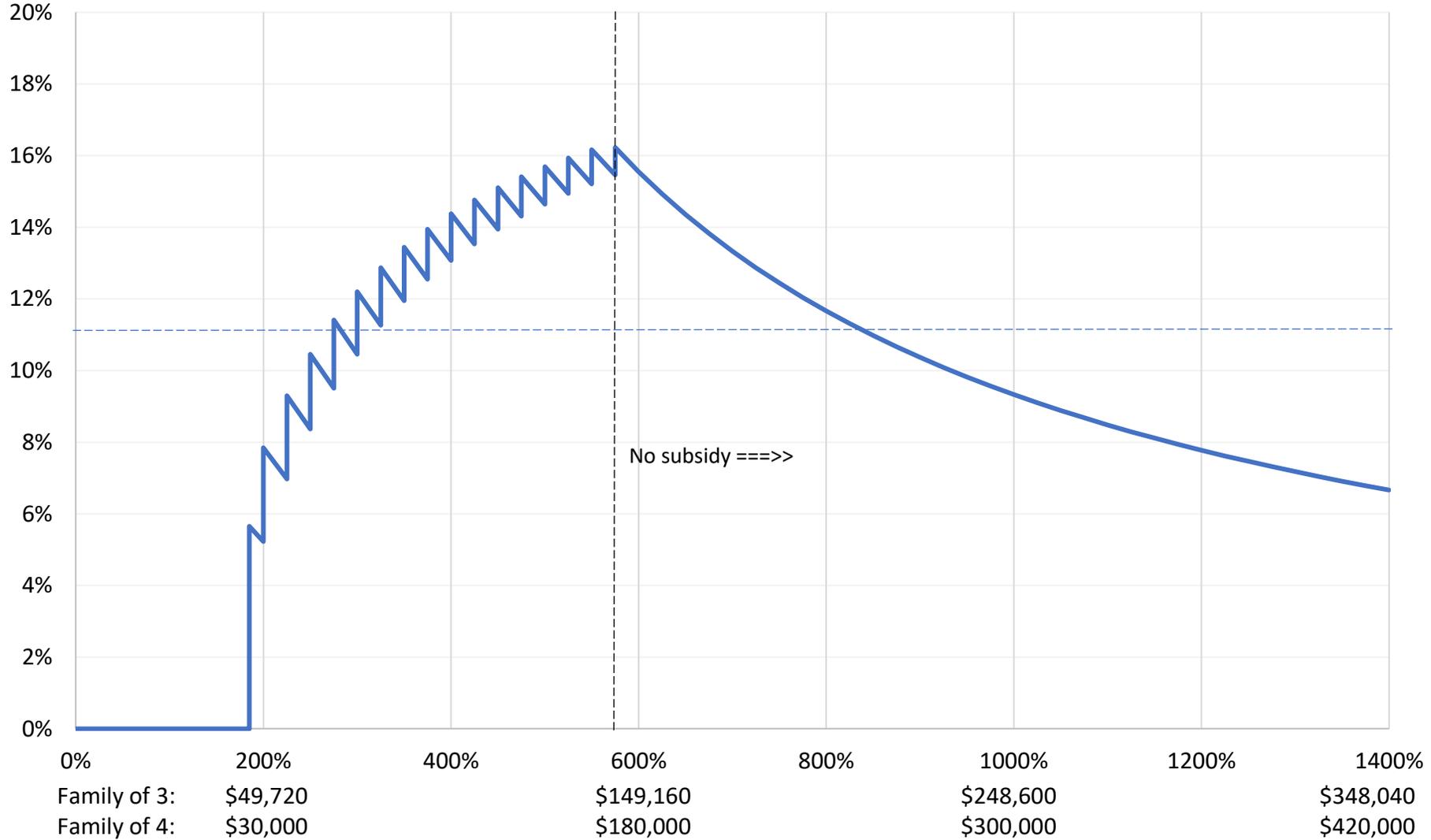
Different 5-star CCFAP Provider Reimbursement Rates, Centers

	Annual	Weekly	Ratio
Current avg. CCFAP reimbursement			
Survey, at 75th percentile	\$ 17,250	\$332	61%
"Middle ground" avg. reimbursement			
Survey, at 100th percentile	\$ 23,000	\$442	82%
High quality avg. reimbursement			
RAND report	\$ 28,100	\$540	100%



Family Income Share for Centers' Early Care at \$23,000*/yr; CCFAP is \$25/wk up to 575%

*Middle ground betw status quo and HQ; Start pymt 185% FPL; One child in care; 2023 FPL



Sources: Federal poverty guidelines, HHS; Vermont Department of Children and Families; RAND Report; JFO analysis

JFO/jm; March 13, 2023



Thank you!

